COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GAS COST RECOVERY)
FILING OF SIGMA GAS CORPORATION) CASE NO. 93-349-B

O P. D E R

On December 15, 1993, in Case No. 93-349, the Commission approved certain rates for Sigma Gas Corporation ("Sigma") and provided by tariff for their further adjustment on a quarterly basis in accordance with its approved gas cost adjustment ("GCA") clause.

On March 18, 1996, Sigma filed its GCA to be effective April 1, 1996 through June 30, 1996.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

- 1. Sigma's notice of March 18, 1996 proposed revised rates designed to pass on to its customers its expected wholesale decrease in gas costs. Sigma's proposed expected gas cost ("EGC") is \$4.015 per Mcf.
- 2. Sigma's notice of March 18, 1996 set out no current quarter refund adjustment.
- 3. Sigma's notice of March 18, 1996 set out no current quarter actual adjustment. This adjustment will be unavailable to Sigma until it files for rates effective July 1, 1996.

4. Sigma's gas cost recovery rate ("GCR") is \$4.015 per Mcf, 25.4 cents per Mcf less than the previously authorized rate.

5. Sigma's adjustment in rates contained in the Appendix to this Order is fair, just, and reasonable, in the public interest, and should be approved effective with bills rendered on and after the date of this Order.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix, attached hereto and incorporated herein, are fair, just, and reasonable, and are authorized to be effective with bills rendered on and after the date of this Order.

2. Within 30 days of the date of this Order, Sigma shall file with this Commission its revised tariffs setting out the rates approved herein.

Done at Frankfort, Kentucky, this 19th day of April, 1996.

PUBLIC SERVICE COMMISSION

Chaj/rman

Vice Chairman

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 93-349-B DATED APRIL 19, 1996.

The following rates and charges are prescribed for the customers in the area served by Sigma Gas Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

	<u>Base Rate</u>	<u>Gas Cost Recovery</u>	<u>Total</u>
First Mcf (Minimum Bill)	3.90	4.015	7.915
All Over 1st Mcf	2.97	4.015	6.985